



## ANNUAL USE OF CAPITAL SURVEY - 2009

## NAME OF INSTITUTION

(Include Holding Company Where Applicable)

First Menasha Bancshares, Inc. /First National Bank-Fox Valley

Person to be contacted regarding this report:	Michael W. Boettcher
CPP Funds Received:	\$4,797,000
CPP Funds Repaid to Date:	\$0
Date Funded (first funding):	2/13/2009
Date Repaid <sup>1</sup> :	

RSSD: (For Bank Holding Companies)	1208876
Holding Company Docket Number: (For Thrift Holding Companies)	N/A
FDIC Certificate Number: (For Depository Institutions)	5307
City:	Neenah
State:	Wisconsin

<sup>1</sup>If repayment was incremental, please enter the most recent repayment date.

*American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP). To answer that question, Treasury is seeking responses that describe generally how the CPP investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP investment was deployed or how many CPP dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.*

What specific ways did your institution utilize CPP capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP funds were outstanding).

<input checked="" type="checkbox"/> Increase lending or reduce lending less than otherwise would have occurred.	Growth exceeded \$16 million from March 1, 2009 to December 31, 2009 - representing an 8.8% increase.
---	---

<input checked="" type="checkbox"/>	<p>To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).</p>	<p>Over \$19M was issued to commercial lending customers in the form of traditional commercial and industrial credit as well as commercial R.E. lending. Mtg and retail customer loan balances were consistent with the prior year. Mtg Ln Orig. sold on 2nd mkt exceed \$31M during this period.</p>
<input checked="" type="checkbox"/>	<p>Increase securities purchased (ABS, MBS, etc.).</p>	<p>\$6.5 million dollars was used to purchase municipal securities issued primarily by Wisconsin localities in support of our community.</p>
<input type="checkbox"/>	<p>Make other investments</p>	
<input type="checkbox"/>	<p>Increase reserves for non-performing assets</p>	

<input checked="" type="checkbox"/>	Reduce borrowings	Increased customer and deposit activity supported by CPP capital provided liquidity to reduce FHLB advances by \$3.5 million.
<input type="checkbox"/>	Increase charge-offs	
<input type="checkbox"/>	Purchase another financial institution or purchase assets from another financial institution	
<input type="checkbox"/>	Held as non-leveraged increase to total capital	

What actions were you able to avoid because of the capital infusion of CPP funds?

None.

What actions were you able to take that you may not have taken without the capital infusion of CPP funds?

The additional capital has supported an increase of \$600,000 in our legal lending limit which has supported increased lending at First National Bank-Fox Valley.

Please describe any other actions that you were able to undertake with the capital infusion of CPP funds.

First National Bank-Fox Valley also supported our existing base through renewal of credits totaling over \$ 53 million. A total of \$47 million were renewals issued to business customers, \$ 6 million to residential customers and \$400 thousand in non real estate based lending to consumers. In addition to the residential real estate activity discussed previously, First National Bank – Fox Valley has also been active in supporting consumers with real estate lending through the origination of # 161 secondary market loans totaling over \$31 M between February 2009 and December 31, 2009. The majority of these originations were for refinancing activity however we have seen an increase in the real estate purchase market.